

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

GENERAL ADJUSTMENT OF ELECTRIC)	
RATES OF LOUISVILLE GAS AND)	CASE NO. 8284
ELECTRIC COMPANY)	

O R D E R

IT IS ORDERED that Louisville Gas and Electric Company shall file an original and six copies of the following information with the Commission, by September 21, 1981.

1. Provide a schedule reflecting the salaries and other compensation of each executive officer for the test year and the preceding five calendar years. Include the percentage annual increase and the effective date of each increase.
2. Provide an analysis of the Company's expenses for research and development activities for the test year and the five preceding calendar years. For the test year include the following details:
 - a. Basis of fees paid to research organizations and the Company's portion of the total revenue of each organization. Where the contribution is monthly, provide the current rate and the effective date.
 - b. Details of the research activities conducted by each organization.

- c. Details of services and other benefits provided to the company by each organization during the test year and the calendar year 1979.
 - d. Total expenditures of each organization during 1980 including the basic nature of costs incurred by the organization.
3. Did any organization listed in item 2 make any direct or indirect payments for political purposes or lobbying activities during the test year or any of the five preceding calendar years? If so provide the following:
- a. Amount of payment
 - b. Person or organization receiving payments
 - c. Portion of the Company's contribution allocated to these payments. (Provide calculations in support of this determination.)
4. Did any organization listed in item 2 incur expenses for advertising within the definition provided in 807 KAR 5:016E? If so, provide the following:
- a. A breakdown of the total cost into these categories: sales or promotional, institutional, conservation and other.
 - b. Forms of media used.
 - c. Portion of the Company's contribution allocated to these costs. (Provide calculations in support of this determination.)
 - d. Details of expected benefits to the Company.

5. Provide the total Company capital structure, including the embedded cost of each component, along with the supporting details for the second quarter of 1981. Provide September 30, 1981, data as soon as it becomes available.
6. Provide a detailed analysis of all costs incurred during the test year for activities relating to requirements under the Public Utility Regulatory Policies Act of 1978. Identify those costs that will be incurred on an ongoing basis.
7. Provide a detailed analysis of the cost incurred by the Company for this rate case and each of the two previous rate cases. This analysis should include the amounts paid in salaries, fees, retainers, and expenses of counsel, accountants, engineers, clerks, witnesses. The analysis should show the date, payee, dollar amount and a description of each expenditure.
8. Provide an analysis of the total expenditures during the test year for the outside professional and other consultative services. Include the person or organization rendering services, a detailed description of services received, the basis of the charges, the total charge and the amount charged to each account.

9. Provide an explanation of the expense increases between the test year and the preceding twelve-month period in the following accounts for the gas and electric operations:

Electric Accounts

- a. Steam Power Generation Operation Expenses
- b. Hydraulic Power Generation Operation Expenses
- c. Other Power Generation Operation Expenses
- d. Other Power Generation Maintenance Expenses
- e. Other Power Supply System Control and Loan
Dispatch Expenses
- f. Transmission Operation Expenses
- g. Transmission Maintenance Expenses
- h. Distribution Operation Expenses
- i. Distribution Rent Expenses
- j. Provision for Uncollectible Customer Accounts
Expenses
- k. Other Customer Accounts Expenses
- l. Administrative and General Maintenance Expenses
- m. Administrative and General Rent Expenses

Gas Accounts

- a. Other Gas Supply Operation Expenses
- b. Gas Supply Used in Electric Generation Expenses
- c. Storage Operation Expenses
- d. Transmission Maintenance Expenses
- e. Distribution Operation Expenses

f. Provision for Uncollectible Customer Accounts
Expenses

g. Other Administrative and General Expenses

h. Administrative and General Maintenance Expenses

i. Administrative and General Rent Expenses

Done at Frankfort, Kentucky, this 10th day of September, 1981.

PUBLIC SERVICE COMMISSION

Marlin M. Doherty
For the Commission

ATTEST:

Secretary